



December 5, 2006

**Los Angeles County
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The Honorable Board of Supervisors
County of Los Angeles
383 Kenneth Hahn Hall of Administration
5000 West Temple Street
Los Angeles, CA 90012

Dear Supervisors:

**APPROVE CEQA FINDING, ESTABLISH CAPITAL PROJECT FOR THE
RANCHO LOS AMIGOS NATIONAL REHABILITATION CENTER
RADIOGRAPHIC/FLUOROSCOPIC ROOM RENOVATION PROJECT,
AUTHORIZE THE ACQUISITION OF EQUIPMENT AND APPROVE AN
APPROPRIATION ADJUSTMENT (C.P. No. 86898)
(4th District) (3 Votes)**

**JOINT RECOMMENDATIONS WITH THE CHIEF ADMINISTRATIVE
OFFICER THAT YOUR BOARD:**

1. Find that this project is categorically exempt from the California Environmental Quality Act (CEQA).
2. Establish Capital Project No. 86898 to renovate existing space as a turn-key project for an estimated cost of \$400,000 to support the installation of new radiographic/ fluoroscopic equipment for the Rancho Los Amigos National Rehabilitation Center Radiographic/Fluoroscopic Room Renovation Project.
3. Approve the attached appropriation adjustment to transfer \$400,000 to the Capital Project Budget under Capital Project No. 86898 from Rancho Los Amigos National Rehabilitation Center's Fiscal Year 2006-07 Final Budget under Services and Supplies.
4. Authorize the acquisition of radiographic/fluoroscopic equipment through the Los Angeles County Capital Asset Leasing (LAC-CAL) Program at an estimated total five-year cost of \$501,000 which includes an equipment purchase cost of \$330,000, a financing cost of \$73,000 and a four-year equipment extended services warranty cost of \$98,000 for the Rancho Los Amigos National Rehabilitation Center Radiographic/Fluoroscopic Room Renovation Project.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTIONS:

In approving the recommended actions, the Board is authorizing the purchase of major fixed asset equipment, specifically, a radiographic/fluoroscopy (R/F) system for Rancho Los Amigos National Rehabilitation Center (Rancho) to replace the existing equipment that can no longer be serviced due to the non-availability of parts.

The purchase and installation of the digital R/F system will also interface with information systems, which will result in a completely integrated diagnostic radiography room capable of providing both diagnostic and interventional radiographic procedures. The new equipment is also more efficient and versatile and will increase patient throughput. With digital equipment, delays associated with traditional film processing are eliminated allowing for an increased patient throughput by a factor of two to three times. The new equipment will also support swallowing studies crucial for stroke and spinal injury patients, joint aspiration and upper gastro-intestinal studies, barium enemas, and a full complement of x-rays (chest, abdominal, spine, etc.)

One currently unoccupied room will be converted to house the new digital R/F system. The room modifications will include, but not be limited to, mechanical, electrical, plumbing, fire alarm, and structural systems. In addition, the floor plan and overhead suspension systems will be reconfigured to accommodate the new equipment. An existing restroom, adjacent to the renovated R/F room, will be retrofitted to be compliant with the Americans with Disabilities Act requirements and to meet Office of Statewide Health Planning and Development (OSHPD) requirements.

These requests comply with the County Equipment Policy that the Board approved on October 16, 2001, which requires Board approval prior to a department's purchasing/financing equipment with a unit cost of \$250,000 or greater.

FISCAL IMPACT/FINANCING:

The capital project estimated cost totals \$400,000 which will fund the room reconfiguration and installation of the new equipment. The additional \$501,000 amount needed to complete the project will be funded from the department's operating budget and consists of \$403,000 LAC-CAL lease repayments paid over five years and a one-time cost of \$98,000 to purchase a four-year extended service warranty. The entire project is estimated at a cost of \$901,000.

The attached appropriation adjustment will transfer \$400,000 in one-time savings from Rancho's Fiscal Year (FY) 2006-07 Final Budget under Services and Supplies to the FY 2006-07 Capital Projects/Refurbishments Budget under Capital Project No. 86898 for the room renovation. Funding for the equipment of \$403,000 and the extended warranty of \$98,000 is included in the facility's FY 2006-07 Final Budget under LAC-CAL and Services and Supplies, respectively, and will be requested in future fiscal years.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS:

There is one existing radiographic room with equipment that is more than 25 years old and has reached or is nearing the end of its life usage. Rancho is having difficulty providing the fluoroscopic studies that are needed, and oftentimes, appointments must be rescheduled due to non-working equipment or inadequate imaging.

A single vendor will be responsible for all aspects of the turn-key project, which consists of renovation work including incidental design services necessary to obtain OSHPD permit approval for the equipment installation. The project will be completed within 12 to 14 months after Board approval, and will be managed by Rancho Facility Management planning staff with as-needed support from Department of Health Services' (DHS) Capital Projects Division.

Implementation of Strategic Plan Goals

These actions meet the County's Strategic Plan Goal of Service Excellence by promoting best practices for patient care and the Goal of Fiscal Responsibility by investing in the public infrastructure.

Consistency with DHS System Redesign

These actions meet DHS' strategic goals by improving health care provided by DHS and enhancing the health of the residents of Los Angeles County.

ENVIRONMENTAL IMPACT DOCUMENTATION:

The installation of this equipment is categorically exempt from CEQA pursuant to State CEQA Guidelines section 15301(a) and Class 1, Subsection (d) of the County of Los Angeles Revised Environmental Document Reporting Procedures and Guidelines adopted by your Board on November 17, 1987. Under this categorical exemption, minor alteration of existing structures including installation of equipment which may require interior and exterior alterations of a building involving such things as interior partitions, exterior parapets, placement of walls, veneer facings and installation of false or drop ceilings, plumbing and electrical conveyances and heating and refrigeration systems, etc., is exempt.

CONTRACTING PROCESS:

The acquisition of equipment for this project falls under the statutory authority of the Internal Services Department Purchasing Agent, and the project requirements will be competitively solicited by the Purchasing Agent in accordance with County Purchasing Policies and Procedures. However, the acquisition of room renovation services related to the equipment exceeds the statutory authority of the Purchasing Agent. Therefore, Board approval is required for the purchasing Agent to proceed with this aspect of the acquisition.

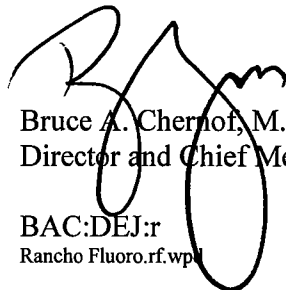
IMPACT ON CURRENT SERVICES (OR PROJECTS):

The impact on patient services will be minimal and will assure that Rancho continues the provision of radiographic and fluoroscopic procedures. The room renovation will not impact SB 1953 seismic retrofit work since this building is not scheduled for seismic retrofit.

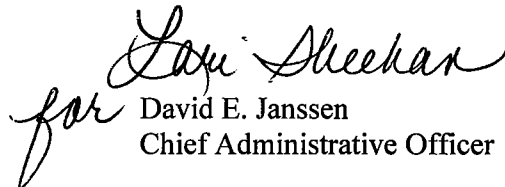
The Honorable Board of Supervisors
December 5, 2006
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Upon approval by the Board of Supervisors, the Executive Officer, Board of Supervisors, is requested to return three adopted copies of this letter to DHS and the Chief Administrative Office, Capital Projects Division.

Respectfully submitted,


Bruce A. Chernof, M.D.
Director and Chief Medical Officer

BAC:DEJ:r
Rancho Fluoro.rf.wpl


for David E. Janssen
Chief Administrative Officer

Attachments (2)

c: County Counsel
Executive Officer, Board of Supervisors
Internal Services Department
Auditor-Controller

ATTACHMENT A

**RANCHO LOS AMIGOS NATIONAL REHABILITATION CENTER
RADIOGRAPHIC/FLUOROSCOPIC ROOM RENOVATION PROJECT
(C.P. No. 86898)**

PROJECT BUDGET SUMMARY

BUDGET CATEGORY	PROJECT BUDGET
Land Acquisition	\$ 0
Construction (a) Construction	\$400,000
<i>Subtotal Capital Costs</i>	<i>\$400,000</i>
Radiographic/fluoroscopic equipment	\$330,000
4-Year Extended Service Warranty	\$ 98,000
Equipment Financing Cost	\$ 73,000
<i>Subtotal One-Time Operating Costs</i>	<i>\$501,000</i>
TOTAL	\$901,000

COUNTY OF LOS ANGELES

REQUEST FOR APPROPRIATION ADJUSTMENT

DEPT'S. No. _____

DEPARTMENT OF Health ServicesDATE 11/20/2006

AUDITOR CONTROLLER.

THE FOLLOWING APPROPRIATION ADJUSTMENT IS DEEMED NECESSARY BY THIS DEPARTMENT. WILL YOU PLEASE REPORT AS TO ACCOUNTING AND AVAILABLE BALANCES AND FORWARD TO THE CHIEF ADMINISTRATIVE OFFICER FOR HIS RECOMMENDATION OR ACTION.

ADJUSTMENT REQUESTED AND REASONS THEREFOR

Fiscal Year 2006-07

3 ~~4~~ VOTES

SOURCES:

Rancho Los Amigos National Rehab Center
Services and Supplies

MN7-HR-60040-2000 \$400,000

General Fund Subsidy (RLANRC)

Operating Transfer Out

A01-AC-21230-6100 400,000

Total \$800,000

USES:

Rancho Los Amigos National Rehab Center
Operating Subsidy

MN7-HR-60040-9912 \$400,000

Room Renovation

Fixed Assets-Building & Improvements

A01-CP-86898-6014 400,000

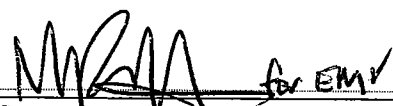
Total \$800,000

Justification:

This adjustment is to transfer \$400,000 in one-time savings from Rancho Los Amigos National Rehabilitation Center's Fiscal Year (FY) 2006-07 Operating Budget under Services and Supplies (S&S) to the Capital Project Budget under Capital Project No. 86898. This project is to renovate existing space to support the installation of new radiographic/fluoroscopic equipment for the Radiographic/Fluoroscopic Room Replacement Project.

EM: cl

11/20/06


Efrain Muñoz, Controller
DHS- Controller's Division

CHIEF ADMINISTRATIVE OFFICER'S REPORT

REFERRED TO THE CHIEF
ADMINISTRATIVE OFFICER
FOR:

☐ ACTION☒ RECOMMENDATION

AUDITOR-CONTROLLER No.

061

BY:

Nov. 20, 2006APPROVED AS REQUESTED ☒AS REVISED ☐November 21, 2006

APPROVED (AS REVISED):
BOARD OF SUPERVISORS


CHIEF ADMINISTRATIVE OFFICER

BY:

DEPUTY COUNTY CLERK

SEND 6 COPIES TO THE AUDITOR-CONTROLLER